Wednesday, September 13, 2006   10:30 a.m.   Room 327 House Office Building

The House Standing Committee on Banking And Financial Services was called to order by the Chair.

Members present: Reps. Robertson, Green, Huizenga, Hune, Palsrok, Hunter, Clemente, Mayes. Members absent/excused: Rep. Dillon.

Representative Hune moved to approve the minutes of the March 29, 2006 meeting. Representative Mayes supported the motion. There being no objection, the motion prevailed by unanimous consent.

The Chair laid HB 6457, HB 6458, and HB 6459 before the committee.

HB 6457   Baxter   Consumer protection; other; notification to consumer when new extensions of credit are opened in the consumer's name; require under certain circumstances.

HB 6458   Farhat   Commercial code; bank deposits and collections; stop payment orders because of identity theft; clarify.

HB 6459   Pastor   Consumer protection; privacy; retention of a consumer's credit card information after purchase of goods or services; establish maximum time period.

Representative John Pastor, sponsor of HB 6459, testified in support of the bills.

Sean Sullivan of Representative Baxter's office testified in support of HB 6457.

Representative Rick Baxter, sponsor of HB 6457, testified in support of the bill.

Matt Hanley of the Michigan Bankers Association testified in opposition to HB 6458.

Andrew Doerr of the Michigan Credit Union League testified on the bills.

Bill Knox of AARP Michigan submitted a card in support of the bills, but did not wish to testify.

The Chair laid HB 6432, HB 6433, HB 6434, HB 6435, HB 6436,

HB 6432   Amos   Financial institutions; generally; residential mortgage fraud; prohibit.

HB 6433 Pastor Criminal procedure; sentencing guidelines; sentencing guidelines for crime of mortgage fraud; enact.

HB 6434 Marleau Occupations; appraisers; prohibition on setting, developing, and communicating an appraisal based upon certain outcomes; provide for.

HB 6435 Casperson Financial institutions; mortgage brokers; coercing or inducing appraisers to inflate value of mortgaged property; prohibit.

HB 6436 Amos Consumer protection; unfair trade practices; residential mortgage fraud; prohibit.

Representative Fran Amos, sponsor of HB 6432 and HB 6436, testified in support of the bills.

Representative Jim Marleau, sponsor of HB 6434, and Representative Tom Casperson, sponsor of HB 6435, testified in support of the bills.

Representative John Pastor, sponsor of HB 6433, testified in support of the bill.

Bill Knox of AARP Michigan testified in support of the bills.

Jumana Judeh of the Appraisal Institute testified in support of the bills. Ms. Judeh also submitted written testimony.

Brad Ward of the Michigan Association of Realtors testified in support of the bills.

Brian Sydnor of the Office of Financial and Insurance Services testified in support of HB 6435.

Murray Brown of the Michigan Mortgage Lenders Association testified in support of the bills.

Tim Klela of the Michigan Mortgage Brokers Association testified on the bills.

Matt Hanley of the Michigan Bankers Association testified on the bills.

Bret Totoraitis of the Michigan Attorney General's office testified in support of the bills. Questions and discussion among committee members followed.

KC Steckleburg of the Michigan Prosecuting Attorneys Association wished to testify in support of the bills, but was unable due to time constraints. Ms. Steckleburg also submitted written testimony.

Stephanie Wuttke of the Michigan Advocacy Project submitted a card indicating a neutral position on the bills, but did not wish to testify.

Representative Clemente moved to excuse the absence of Representative Dillon. Representative Palsrok supported the motion. There being no objection, the motion prevailed by unanimous consent.

There being no further business before the committee, the Chair adjourned the meeting at 11:20 a.m.

Representative David Robertson, Chair_____

Dan Stump, Committee Clerk
House Banking And Financial Services Committee, (517) 373-5795